HOUSE BILL No. 1495

DIGEST OF INTRODUCED BILL

Citations Affected: IC 2-5-56.5; IC 4-22-2; IC 34-8.

Synopsis: Review of administrative and judicial rules. Establishes the administrative rules review committee. Requires: (1) an agency to submit a rule and the latest version of the regulatory analysis with any supporting documents; and (2) the supreme court to submit a rule and any economic impact statement, with supporting documents; to the office of fiscal management and analysis of the legislative services agency to estimate the fiscal impact on state and local government. Provides that if the fiscal impact is estimated to be greater than \$300,000, the rule and supporting documents shall be provided to the administrative rules review committee for review. Provides that the rule described may not take effect unless authorized by a bill enacted by the general assembly.

Effective: July 1, 2025.

Bascom, Pierce K, Commons, Ireland

January 21, 2025, read first time and referred to Committee on Judiciary.



First Regular Session of the 124th General Assembly (2025)

PRINTING CODE. Amendments: Whenever an existing statute (or a section of the Indiana Constitution) is being amended, the text of the existing provision will appear in this style type, additions will appear in this style type, and deletions will appear in this style type.

Additions: Whenever a new statutory provision is being enacted (or a new constitutional provision adopted), the text of the new provision will appear in **this style type**. Also, the word **NEW** will appear in that style type in the introductory clause of each SECTION that adds a new provision to the Indiana Code or the Indiana Constitution.

Conflict reconciliation: Text in a statute in *this style type* or *this style type* reconciles conflicts between statutes enacted by the 2024 Regular Session of the General Assembly.

HOUSE BILL No. 1495

A BILL FOR AN ACT to amend the Indiana Code concerning administrative law.

Be it enacted by the General Assembly of the State of Indiana:

1	SECTION 1. IC 2-5-56.5 IS ADDED TO THE INDIANA CODE
2	AS A NEW CHAPTER TO READ AS FOLLOWS [EFFECTIVE
3	JULY 1, 2025]:
4	Chapter 56.5. Administrative Rules Review Committee
5	Sec. 1. As used in this chapter, "committee" refers to the
6	administrative rules review committee established by section 4 of
7	this chapter.
8	Sec. 2. As used in this chapter, "rule" has the meaning set forth
9	in IC 4-22-2-3.
10	Sec. 3. (a) The administrative rules review committee is
11	established to serve the general assembly as a continuing
12	committee. Except as otherwise provided by this section, the
13	committee shall operate under the rules of the legislative council.
14	(b) The committee consists of the following twelve (12) members
15	of the general assembly, including the chair and vice chair:
16	(1) Three (3) members appointed by the president pro
17	tempore of the senate.



1	(2) Three (3) members appointed by the minority leader of the
2	senate.
3	(3) Three (3) members appointed by the speaker of the house
4	of representatives.
5	(4) Three (3) members appointed by the minority leader of the
6	house of representatives.
7	(c) The chairperson of the senate tax and fiscal policy committee
8	is the chair of the committee beginning July 1 of odd-numbered
9	years and vice chair of the committee beginning July 1 of
10	even-numbered years. The chair of the house ways and means
11	committee is the vice chair of the committee beginning July 1 in
12	odd-numbered years and the chair of the committee beginning July
13	1 in even-numbered years.
14	(d) Except as otherwise provided in this chapter, the term of a
15	member of the committee ends on June 30 of the next
16	odd-numbered year following the member's appointment.
17	However, the member may be reappointed to subsequent terms.
18	(e) A member of the committee may be removed at any time by
19	the appointing authority who appointed the member.
20	(f) If a vacancy exists on the committee, the appointing
21	authority who appointed the member whose position has become
22	vacant shall appoint an individual to fill the vacancy. An individual
23 24	appointed to fill a vacancy serves for the remainder of the term of
24	the vacating member.
25	(g) If a member of the committee ceases to:
26	(1) be a member of the chamber from which the member was
27	appointed; or
28	(2) hold the member's office;
29	the member ceases to be a member of the committee.
30	(h) Each member of the committee is entitled to receive the
31	same per diem, mileage, and travel allowances paid to individuals
32	who serve as legislative and lay members, respectively, of interim
33	study committees established by the legislative council.
34	(i) The committee shall meet at the call of the chair. The
35	committee may meet during the sessions of the general assembly
36	and during the interim periods between sessions (as defined in
37	IC 2-5-1.3-1).
38	(j) Seven (7) members of the committee constitute a quorum.
39	(k) The affirmative vote of a majority of the members appointed
10	to the committee is required for the committee to take action on
11	

(1) The committee shall review rules submitted to the committee



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1	under IC 4-22-2-34.5.
2	(m) All meetings of the committee are open to the public in
3	accordance with and subject to IC 5-14-1.5. All records of the
4	committee are subject to the requirements of IC 5-14-3.
5	(n) The legislative services agency shall staff the committee.
6	(o) All funds necessary to carry out this chapter shall be paid
7	from appropriations to the legislative council and the legislative
8	services agency.
9	SECTION 2. IC 4-22-2-34, AS AMENDED BY P.L.123-2006,
10	SECTION 10, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
11	JULY 1, 2025]: Sec. 34. (a) The governor may approve or disapprove
12	a rule submitted under section 33 of this chapter with or without cause.
13	(b) The governor has fifteen (15) days from the date that an agency
14	submits a rule under section 33 of this chapter to approve or disapprove
15	the rule. However, the governor may take thirty (30) days to approve
16	or disapprove the rule if the governor files a statement with the
17	publisher within the first fifteen (15) days after an agency submits the
18	rule that states that the governor intends to take an additional fifteen
19	(15) days to approve or disapprove the rule.
20	(c) If the governor neither approves nor disapproves the rule within
21	the allowed period, the rule is deemed approved, and the agency may
22	submit the rule to the publisher under subsection (d) without the
23	approval of the governor.
24	(d) After a rule has been approved or deemed approved under
25	this section, the agency shall submit the rule to the legislative
26	council under section 34.5 of this chapter.
27	SECTION 3. IC 4-22-2-34.5 IS ADDED TO THE INDIANA CODE
28	AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY
29	1, 2025]: Sec. 34.5. (a) This section applies to a rule subject to
30	sections 23 through 36 of this chapter and if the agency commences
31	a rulemaking action after June 30, 2025, under section 23 of this
32	chapter.
33	(b) After a rule has been approved or deemed approved under
34	section 34 of this chapter, the agency shall submit the rule to the
35	legislative council, in an electronic format under IC 5-14-6. The
36	office of fiscal management and analysis of the legislative services
37	agency shall conduct a fiscal analysis of the rule. The agency shall
38	submit the following for review by the office of fiscal management
39	and analysis:
40	(1) The rule in the form required by section 20 of this chapter.

(2) The latest version of the regulatory analysis submitted to

the budget agency and the office of management and budget



1	under section 22.8 of this chapter.
2	(3) Any data, studies, or analyses relied on by the agency to
3	develop the regulatory analysis in the manner specified in
4	section 17.5 of this chapter.
5	(4) Any proposals submitted under IC 13-14-8-2 or
6	IC 13-14-8-5 that are applicable to the rule.
7	(5) Any other:
8	(A) documents or information requested by the legislative
9	council;
10	(B) documents or information required to be submitted to
11	the attorney general or governor with a rule for approva
12	under sections 31 through 34 of this chapter; and
13	(C) documents or information demonstrating approval by
14	the attorney general and governor under sections 31
15	through 34 of this chapter.
16	(c) If, after completing the fiscal analysis described in subsection
17	(b), the office of fiscal management and analysis estimates the fiscal
18	impact on state and local government to be greater than three
19	hundred thousand dollars (\$300,000), the office of fiscal
20	management and analysis shall provide the fiscal analysis, the rule
21	and the supporting documents under this section to the
22	administrative rules review committee for review. A rule subject
23	to review under this subsection may not take effect unless
24	authorized by a bill enacted by the general assembly.
25	(d) A rule subject to review under subsection (c) must be
26	authorized by a bill enacted by the general assembly before the
27	publisher may accept the rule for filing under section 35 of this
28	chapter.
29	SECTION 4. IC 4-22-2-35, AS AMENDED BY P.L.123-2006
30	SECTION 11, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
31	JULY 1, 2025]: Sec. 35. (a) Except as provided in subsection (d) and
32	subject to section 34.5 of this chapter, when a rule has been approved
33	or deemed approved by the governor within the period allowed by
34	section 25 of this chapter, the agency shall immediately submit the rule
35	to the publisher for filing. The agency shall submit the rule in the form
36	required by section 20 of this chapter and with the documents required
37	by section 21 of this chapter.
38	(b) The agency shall submit to the publisher the copies of the rule
39	and other documents specified in section 31 of this chapter.
10	(c) Subject to section 39 of this chapter, the publisher shall:
1 1	(1) accept the rule for filing; and
12	(2) electronically record the date and time the rule is accepted.
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(d) A rule required to be provided to the administrative rules
review committee for review under section 34.5(c) of this chapter
may not be submitted to the publisher until the rule has been
authorized by a bill enacted by the general assembly.

SECTION 5. IC 4-22-2-40, AS AMENDED BY P.L.249-2023, SECTION 37, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2025]: Sec. 40. (a) At any time before a rule is accepted for filing by the publisher under section 35, 37.1, 37.2, or 38 of this chapter, the agency that adopted the rule may recall it. A rule may be recalled regardless of whether:

- (1) the rule has been disapproved by the attorney general under section 32 of this chapter; or
- (2) the rule has been disapproved by the governor under section 34 of this chapter; **or**
- (3) the rule has been reviewed by the administrative rules review committee under section 34.5 of this chapter.
- (b) IC 13-14-9 and sections 23 through 38 of this chapter do not apply to a recall action under this section. However, the agency shall distribute a notice of its recall action to the publisher for publication in the Indiana Register. IC 13-14-9 and sections 23 and 26 of this chapter do not apply to a readoption action under subsection (c).
- (c) After an agency recalls a rule, the agency may reconsider its adoption action and adopt an identical rule or a revised rule. However, if IC 13-14-9 or sections 23 through 36 of this chapter apply to the recalled rule, the readopted rule must comply with the requirements under section 29 of this chapter or IC 13-14-9-9 (as applicable).
- (d) The recall of a rule under this section voids any approval given after the rule was adopted and before the rule was recalled.
 - (e) If a rule is:

- (1) subject to sections 31, and 33, and 34.5 of this chapter;
- (2) recalled under subsection (a); and
- (3) readopted under subsection (c):

the agency shall resubmit the readopted version of the recalled rule to the attorney general and the governor for approval, **and to the administrative rules review committee.** The attorney general and the governor have the full statutory period to approve or disapprove the readopted rule. The agency shall resubmit the readopted version of a recalled rule to the office of management and budget with sufficient information for the office of management and budget to evaluate whether the initial regulatory analysis submitted to the office of management and budget under section 22.8 of this chapter needs to be revised. If the impact of the readopted rule is substantially different



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of general public interest described in this subsection may not be



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construed as matters of court practice or court procedure.

SECTION 8. IC 34-8-1-3 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2025]: Sec. 3. **Subject to section 1(b) of this chapter,** the supreme court has authority to adopt, amend, and rescind rules of court that govern and control practice and procedure in all the courts of Indiana. These rules must be promulgated and take effect under the rules adopted by the supreme court, and thereafter all laws in conflict with the supreme court's rules have no further force or effect.

SECTION 9. IC 34-8-1-5 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2025]: Sec. 5. (a) Before a proposed rule takes effect, the supreme court shall provide the legislative council, in an electronic format under IC 5-14-6, with the rule and any economic impact statement, including any supporting data, studies, or analysis, for the rule. The office of fiscal management and analysis of the legislative services agency shall conduct a fiscal analysis of the rule.

(b) If, after completing the fiscal analysis described in subsection (a), the office of fiscal management and analysis estimates the fiscal impact on state and local government to be greater than three hundred thousand dollars (\$300,000), the office of fiscal management and analysis shall provide the fiscal analysis, the rule, and supporting documents under this section to the administrative rules review committee for review. A rule subject to review under this subsection may not take effect unless authorized by a bill enacted by the general assembly.

SECTION 10. IC 34-8-2-1 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2025]: Sec. 1. **Subject to IC 34-8-1-1(b)**, the general assembly of the state of Indiana affirms the inherent power of the supreme court of Indiana to adopt, amend, and rescind rules of court affecting matters of procedure, and the general assembly reaffirms the power given to the supreme court to adopt, amend, and rescind rules of court, including the rules of court adopted in this chapter, as set forth by IC 34-8-1-1. However, the power of the supreme court to adopt, amend, and rescind rules of court does not preclude the creation, by statute, of alternatives to the change of venue.

SECTION 11. IC 34-8-2-3 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2025]: Sec. 3. (a) Before a proposed rule takes effect, the supreme court shall provide the legislative council, in an electronic format under IC 5-14-6, with the rule and any economic impact statement, including any supporting data, studies, or analysis, for the rule. The office of fiscal management and analysis of the



legislative services agency shall conduct a fiscal analysis of the rule.
(b) If, after completing the fiscal analysis described in
subsection (a), the office of fiscal management and analysis
estimates the fiscal impact on state and local government to be
greater than three hundred thousand dollars (\$300,000), the office
of fiscal management and analysis shall provide the fiscal analysis,
the rule, and supporting documents under this section to the
administrative rules review committee for review. A rule subject
to review under this subsection may not take effect unless
authorized by a bill enacted by the general assembly.

